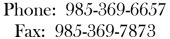


Texas Brine Company, LLC 1301 Highway 70

Belle Rose, LA 70341





May 22, 2013

Commissioner James H. Welsh P.O. Box 94275 Baton Rouge, LA 70804

RE: In response to State of Louisiana Department of Natural Resources Office of Conservation's Second Amendment to Declaration of Emergency and Directive

Commissioner Welsh,

In response to the Second Amendment and Declaration of Emergency and Directive order issued by the Louisiana Department of Natural Resources (LDNR), Office of Conservation on September 25, 2012, Texas Brine Company, LLC (TPC) understands the seven items listed in the document.

In the above mentioned, TBC was specifically directed and ordered to perform certain tasks outlined in the above mentioned document. Below are the required responses, as directed.

- 1. TBC's counsel provided LDNR legal counsel with a response to Directives 1-3 on September 28, 2012.
- 2. TBC understands Directive 4, which is to provide all daily logs and field notes from all contractors conducting investigation into subsidence and natural gas bubbling. The Daily Action Summary and results for current information can be found in the Attachment section of this report.
- 3. TBC understands Directive 5, which directs TBC to immediately allow for split or share any sample taken on site related to Well 3A (Serial Number 974265), the cavern, other wells facilities or other site locations. The Daily Action Summary of today's collection can be found in Attachment section of this report.
- 4. TBC understands Directive 6, which directs TBC to immediately report the results (final and preliminary) of any tests, logs samples or data collection performed on Well 3A, the cavern, other wells, facilities or site locations that indicate a change in any previously known conditions related to the investigation of the subsidence or natural gas bubbling

- events, and continue to report any such results. The Daily Action Summary and the Results related to this Directive can be found in Attachment section of this report.
- 5. TBC understands the Directive 7, which states that TBC will provide a daily summary of all tests, or logs performed or samples taken from Well 3A and the cavern as well as any results of those tests or logs, including preliminary as of September 25, 2012 and going forward. The Daily Summary and Results related to this Directive can be found in Attachment section of this report.

Please note that the drilling rig used for the Observation Well 3A has been removed and the site is being rigged down and returned to pre-drilling condition. As such, daily drilling reports for this well have ceased. Plans are being made for longer term potential gas venting/flaring requirements and possible hydrocarbon material recover from Well 3A.

In addition, previous daily summary reports issued to LDNR have included significant duplicate information as there is a fair amount of overlap in the information requested in each of the Directives included in the September 25, 2012 order. All requested information associated with the Directives issued in the September 25, 2012 order are included in the Attachment section of this report.

TBC believes that the submittal of this report satisfies the requirements of the Declaration of Emergency and Directive issued on September 25, 2012. As directed this report is submitted by email to <u>conservationorder@la.gov</u>, ref. "Emergency Declaration-Texas Brine Company LLC-9/25/2012.

Bruce E. Martin

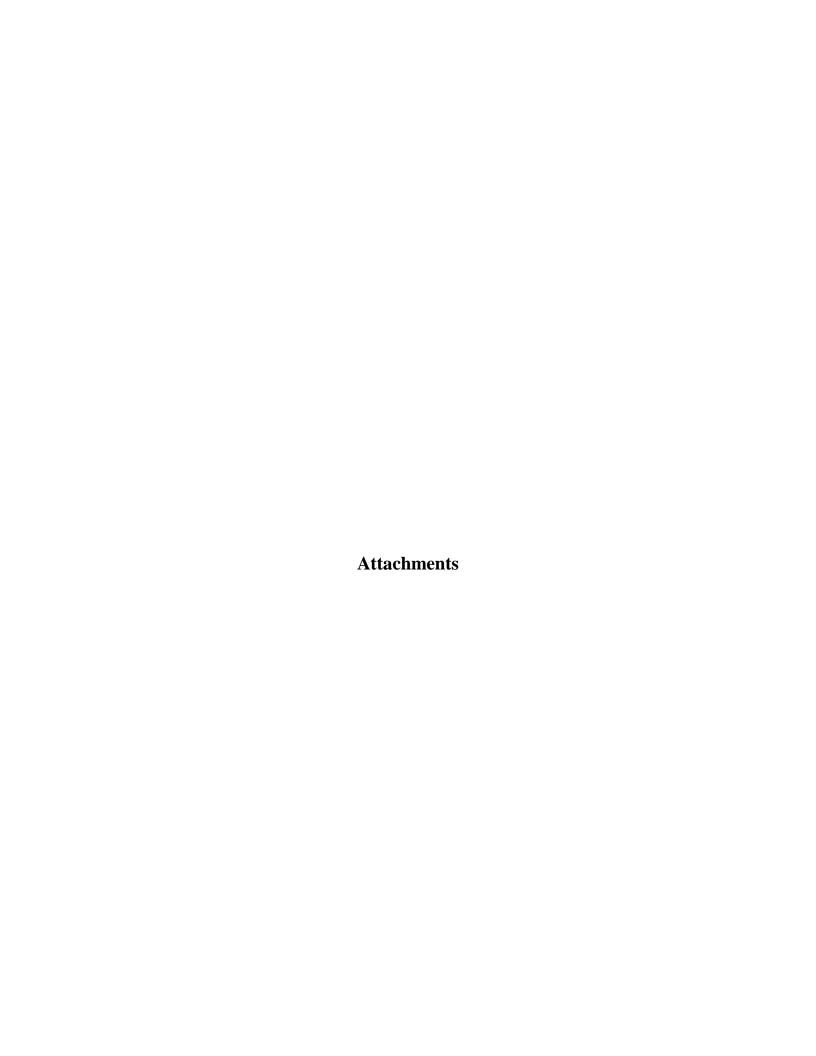
Vice President, Operations

Bana EMart

Texas Brine Company, LLC



			TBC Oxy Gran	d Bayou Data Manage	ment-Enviro	onmental								
Contractor	Responsibilities	Colle	ected By	Date Collect	ed	Delivered to Lab	Results from Lab	Laboratory	Method	Date to Agencies				
Sage	Stationary Air Monitoring		essy - 07:10 - 08:15 e Red) - 07:00 - 17:00	5/21/2013	1	NA	NA	NA	AreaRAE Monitors	5/22/2013				
-	Residential Air Monitoring	bimonthly reside Therefore, Sage v	quested to suspend ntial air monitoring. vill discontinue these ivities.	NA		NA	NA	NA	NA	NA				
	Gas Seep Sampling	NSDBS NSDBS NSDBS	naughnessy i-6: 12:22 :14: 09:55 :15: 13:04 :23: 13:56	5/21/2013	ı	5/22/2013	No	SPL Isotech	Sulfur Isotopic	upon receipt of results from labs				
	Well Gas Sampling	GPBS-	naughnessy 15: 12:41 23: 13:46	5/21/2013	1	5/22/2013	No	SPL Isotech	Sulfur Isotopic	upon receipt of results from labs				
	Under Slab Gas Sampling	No work	performed	5/21/2013	}	NA	NA	NA	NA NA	NA				
	Indoor Air Monitoring	No work	performed	5/21/2013	}	NA	NA	NA	NA	NA				
Respec	Inclinometers/Tilt Meters	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
_	InSAR Reflector Installations	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
_	Subsidence Survey-Fenstermaker	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
	Shallow Geophone Installation	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
	Deep Geophone Installation	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
_	Amendment #3, Directive #2	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
	Expansion of geoprobe gas sampling locations	5/21/2013	NA	NA	NA	NA	NA	NA	NA	NA				
Miller	Weekly Stability Survey	_	Performed	May 21, 201		NA	NA	NA	NA	NA				
_	Misc. Survey Work	_	Performed	May 21, 201		NA	NA	NA	NA	NA				
	Sinkhole Hydro/Perimeter Survey		Performed	May 21, 201	13	NA	NA	NA	NA	NA				
Pisani	Surface Water		NA	NA		NA	NA	NA	NA NA	NA				
-	Industrial Well Water		NA	NA		NA	NA	NA	NA NA	NA				
-	MRAAWell Water		NA	NA		NA	NA	NA	NA NA	NA				
	Geoprobe Wells		NA	NA		NA	NA	NA	NA NA	NA				
				Creed Bever Mall	24									
	Daily Outputions at 24	1		Grand Bayou Well	3A	Cummar: -f	Today's events							
	Daily Operations at 3A						•							
	5/22/2013	Oxy 3A 7am 501.56 5/22/2013												
						Relief	Well #1							
	5/22/2013					See ORW-01 F	lare Spreadsheet							



Daily Action Summary

May 21, 2013

Stationary Air Monitoring

- Steve Shaughnessy onsite from 07:10 08:15. Changed out the monitors between 07:35 and 08:04. Collected data from the monitoring database and forwarded to Jonathan Brockhaus in the Baton Rouge office for processing.
- Pete Hyatt IV of Code Red (monitor sub-contractor) onsite from 07:00 to 17:00. Assisted in battery change outs and maintenance of the monitoring equipment.

Residential Air Monitoring

• Sage has been requested to suspend bimonthly residential air monitoring. Therefore, Sage will discontinue these activities. The last event was conducted on March 26, 2013.

Gas Seep Sampling

- As part of the Comprehensive MRAA Sampling Program, the following gas seep samples were collected by Steve Shaughnessy:
 - o NSDBS-6 at 12:22
 - o NSDBS-14 at 09:55
 - o NSDBS-15 at 13:04
 - o NSDBS-23 at 13:56

The samples will be transported on May 22, 2013 by the Accutest courier service to the Accutest service center. Samples will be transported to the SPL Louisiana laboratory for sulfur analysis. Samples will also be shipped to Isotech Laboratories in Illinois for isotopic analysis.

Well Gas Sampling

- As part of the Comprehensive MRAA Sampling Program, the following well gas samples were collected by Steve Shaughnessy:
 - o GPBS-15 at 12:41
 - o GPBS-23 at 13:46 (only collected a sample for isotopic analysis; not enough gas present for collection of a second sample)

The samples will be transported on May 22, 2013 by the Accutest courier service to the Accutest service center. Samples will be transported to the SPL Louisiana laboratory for sulfur analysis. Samples will also be shipped to Isotech Laboratories in Illinois for isotopic analysis.

Under Slab Gas Sampling

• Not Scheduled

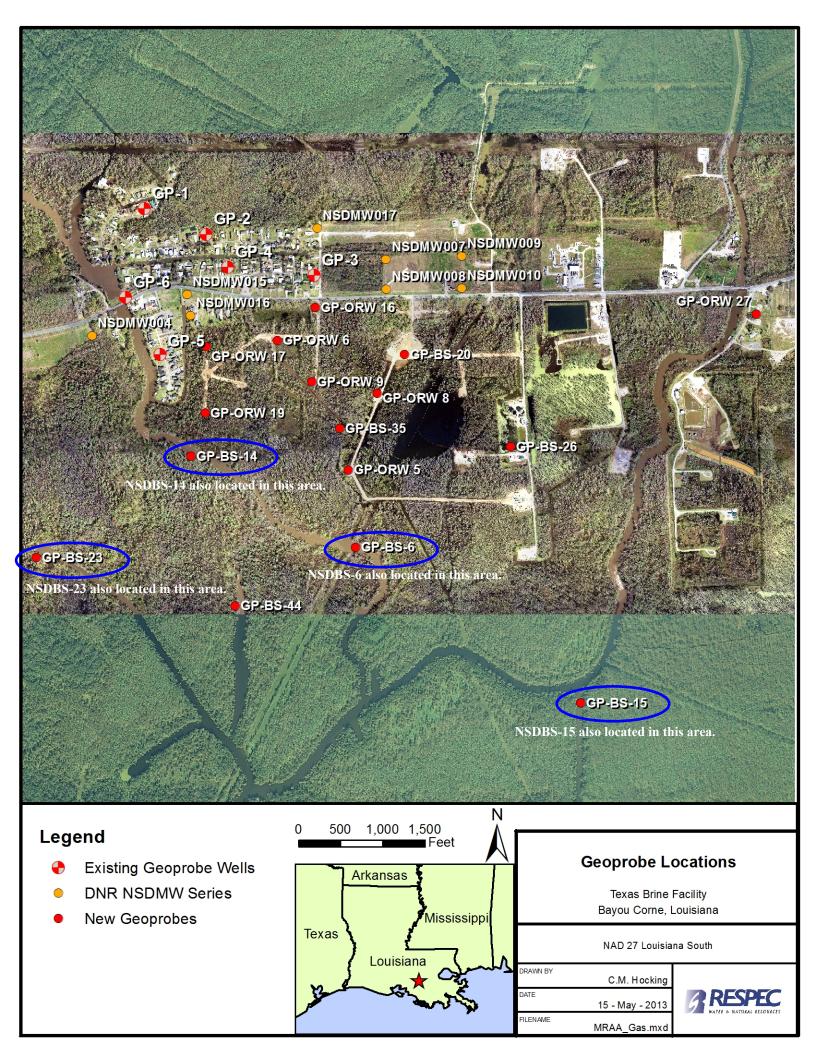
Air Indoor Monitoring

• Not Scheduled

*Time indicates start of time period (ex. 12:00:00 AM gives the time period 12:00:00 AM to 12:59:59 AM)

		South-	most Pipelin	e Site		Middle-most Pipeline Site						North	h-most Pipelir	e Site			On l	Drill Rig Bo	om		Onsite Trailers					
			ST-2						ST-1						OG 3A-1			TR-1								
		Non-					Non-					Non-					Non-					Non-			1	
		Methane					Methane					Methane					Methane				1	Methane		l	1	
Date-Time *	CO (ppm)	- 41 /	H2S (ppm)	LEL (%)	O2 (%)		VOC (ppm)		LEL (%)	O2 (%)	CO (ppm)		H2S (ppm)	LEL (%)		SO2 (ppm)	41 /	H2S (ppm)		O2 (%)		VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	
05/21/2013 01:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1	
05/21/2013 02:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1	
05/21/2013 03:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1	
05/21/2013 04:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1	
05/21/2013 05:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	21.0	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1	
05/21/2013 06:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1	
05/21/2013 07:00:00 AM	0.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.0	
05/21/2013 08:00:00 AM	0.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
05/21/2013 09:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	
05/21/2013 10:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
05/21/2013 11:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
05/21/2013 12:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
05/21/2013 01:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 02:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
05/21/2013 03:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 04:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 05:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 06:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 07:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 08:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	
05/21/2013 09:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	
05/21/2013 10:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	
05/21/2013 11:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
05/22/2013 12:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	

Notes:



*Time indicates start of time period (ex. 12:00:00 AM gives the time period 12:00:00 AM to 12:59:59 AM)

1		South	-most Pipelii	no Sito		Middle-most Pipeline Site						North	n-most Pipelii	no Sito		1	On	Drill Rig Boo	nm .		Onsite Trailers						
		South	ST-3	ne one		ST-2						140111	ST-1	ic one			Oil	OG 3A-1	ли			TR-1					
	Non-			Non-					Non-						Non-				Non-								
		Methane					Methane					Methane					Methane					Methane					
Date-Time *	CO (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	SO2 (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)		
05/21/2013 05:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	21.0	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1		
05/21/2013 06:00:00 AM	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.1		
05/21/2013 07:00:00 AM	0.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.0		
05/21/2013 08:00:00 AM	0.0	<1.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/21/2013 09:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9		
05/21/2013 10:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/21/2013 11:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/21/2013 12:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9		
05/21/2013 01:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 02:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9		
05/21/2013 03:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 04:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 05:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 06:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 07:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 08:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9		
05/21/2013 09:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9		
05/21/2013 10:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	<1.0	<1.0	0.0	20.9		
05/21/2013 11:00:00 PM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/22/2013 12:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0		0.0	0.0		0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/22/2013 01:00:00 AM 05/22/2013 02:00:00 AM	0.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/22/2013 02:00:00 AM 05/22/2013 03:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0 <1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0 <1.0	0.0	20.9		
05/22/2013 03:00:00 AM 05/22/2013 04:00:00 AM	0.0	010	0.0	0.0				0.0	0.0	20.9	0.0	0.0		0.0			0.0	0.0			<1.0			0.0	20.9		
00.22.2010 0.100100 1111	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		
05/22/2013 05:00:00 AM	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9		

Notes:

ME&A Daily Action Summary

May 21, 2013

Subsidence Survey:

No Work Done

Sinkhole Perimeter/Hydrographic Survey:

No Work Done

Support Sinkhole Cleanup

No Work Done

Misc. Survey Work

No Work Done